

**Information Memorandum No. 99-11**

**Memorandum For** Cdrs DCMDs, DCMC CAOs Baltimore, Lockheed Martin Missiles & Space Sunnyvale, and Twin Cities

**Subject:** Single Process Initiative (SPI) Proposals to Modify Small, Small Disadvantaged, and Women-Owned Small Business Subcontracting Plan Requirements

**Date:** Oct 14, 1998

**Target Audience:** All DCMC Personnel

**New Information/Guidance/Tools:**

- This memorandum provides the status of regulatory and statutory proposals that relate to SPI proposals to reduce/eliminate Small, Small Disadvantaged, and Women-Owned Business Subcontracting Plan requirements.
  - According to the SPI database, there are three SPI proposals requesting changes to these requirements (attachment 1).
  - This is an update to AQO memorandum, November 12, 1997, same subject, which provided the initial status of a Federal Acquisition Regulation (FAR) case related to the subject.
- FAR Case 97-300, "Liquidated Damages," proposed changing the current requirement to submit individual subcontracting plans for each Government related prime contract greater than \$500,000 to permit the contractor to submit a Master plan that contains all the elements required by the clause at 52.219-9, "Small, Small Disadvantaged, and Women-Owned Small Business Subcontracting Plan."
  - Following agreement by the Defense Acquisition Regulations and the Civilian Agency Acquisition Councils, a final rule was published in the June 22, 1998 Federal Register (attachment 2).
  - The rule, effective August 1998, implements Section 304 of the Business Opportunity Development Reform Act of 1998 (Pub. L. 100-656) and OFPP Policy Letter 95-1, Subcontracting Plans for Companies Supplying Commercial Items.
- Applicable contract modifications pertaining to commercial subcontracting plans may now be processed.
- Since these proposals are not subject to the 120-day goal, they should not be counted as overage.

**Point of Contact for Further Information:**

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**Signature:**A handwritten signature in black ink, appearing to read "Jill E. Pettibone".

JILL E. PETTIBONE

Executive Director

Contract Management Operations

Attachments

***SPI Processes –Small, Small Disadvantaged, and Women-Owned Small Business Subcontractor Plans***

**Lockheed Martin Missiles & Space**, Sunnyvale, CA, submitted

October 28, 1996 (PID 866)

Military Requirement: FAR 52.219-9

Proposed Process: Eliminate the requirement for individual subcontracting plans.

**Rockwell-Collins Avionics & Communications Division**, Cedar Rapids, IA, submitted October 17, 1996 (PID 763)

Military Requirement: FAR 52.219-9

Proposed Process: Eliminate individual Subcontracting Plans and replace with an annual Master Subcontracting Plan.

**Sperry Marine Inc.**, Charlottesville, VA, submitted May 1, 1997 (PID 1248)

Military Requirements: FAR 52.219-9

Proposed Process: Replace current requirement for subcontracting plan for each contract meeting the threshold with an annual Master Plan.